

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF THE EAST DAVIESS COUNTY)	
WATER ASSOCIATION, INC. TO REDUCE WATER)	
RATES TO RESIDENTIAL CUSTOMERS IN SOUTH)	CASE NO. 89-377
HANCOCK COUNTY, KENTUCKY)	

O R D E R

On December 22, 1989, East Daviess County Water Association, Inc. ("East Daviess") filed an application for approval of a schedule of rate reductions for a newly-acquired portion of East Daviess' service area.¹ On January 16, 1990, East Daviess requested permission to deviate from the requirement to file a report of monthly revenues and operation expenses for the test year pursuant to 807 KAR 5:001, Section 10(2)(d).² East Daviess argued that it was seeking a rate reduction and the information required by that regulation was pertinent only to applications for rate increases.

¹ The newly-acquired area formerly was served by the Hancock County Public Improvement Corporation ("Hancock"). The Commission approved East Daviess' acquisition of Hancock's assets and assumption of its indebtedness in Case No. 89-135, The Application of Hancock County Public Improvement Corporation and Hancock County, Kentucky for Approval of an Agreement of Sale Providing for the Purchase by the East Daviess County Water Association, Inc. from Hancock County Public Improvement Corporation of the Corporation's Existing Waterworks Distribution System.


² The deviation is permissible pursuant to 807 KAR 5:001, Section 14.

Inasmuch as 807 KAR 5:001, Section 10(2)(d), applies in cases of general rate increases and East Daviess seeks a reduction in rates, that regulation is inapplicable. No deviation is required from it and the request for such deviation should be denied.

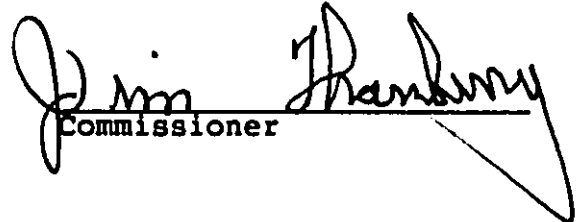
IT IS THEREFORE ORDERED that East Daviess' request for permission to deviate from the requirements of 807 KAR 5:001, Section 10(2)(d), shall be and hereby is denied.

Done at Frankfort, Kentucky, this 26th day of March, 1990.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director